

CROSS CUTTING ISSUES TECHNICAL WORK GROUP CALL #4

MARCH 30, 2006





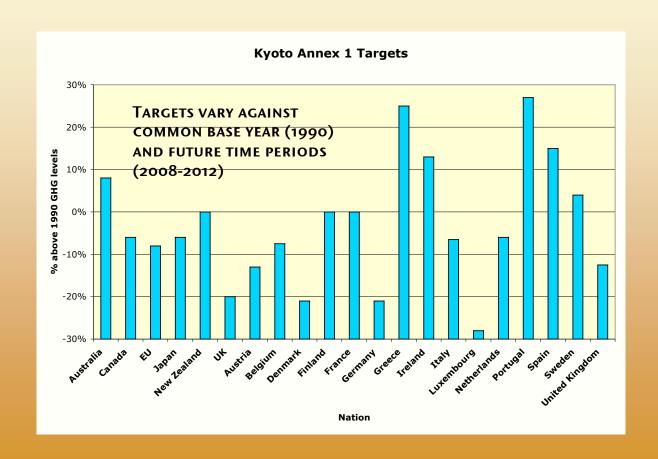
TODAY'S AGENDA

- 1. CALL TO ORDER
- 2. ROLL CALL
- 3. PART 1 REVIEW OF GOALS ISSUES
- 4. PART 2 REVIEW OF REPORTING, REGISTRIES AND EDUCATION ISSUES
- 5. CALL TO THE PUBLIC AND ANNOUNCEMENTS
- 6. AGENDA ITEMS FOR NEXT CC TWG CALL, CCAG MEETING

GROWTH & GOALS

| STATE | 1990-2020 FORECAST | GHG GOALS | PLANNING RESULT |
|-------|-----------------------|--|--------------------|
| AZ | 147% | ? | TBD |
| CA | 34% | 2000 BY 2010; 10% BELOW BY 2020; 75% BY 2050 | TBD |
| СТ | 32% | 1990 BY 2010; 10% BELOW BY 2020; 75% BY 2100 | 100% |
| MA | ? | 1990 BY 2010; 10% BELOW BY 2020; 75% BY 2100 | ? |
| ME | 34% | 1990 BY 2010; 10% BELOW BY 2020; 75% BY 2100 | 100% |
| NC | 122% | ? | TBD |
| NEG | ? | 1990 BY 2010; 10% BELOW BY 2020; 75% BY 2100 | TBD |
| NJ | ? | 5% -1990 BY 2005 | 100% |
| NM | 64% | 2000 BY 2012; 10% BELOW BY 2020; 75% BY 2050 | TBD |
| NY | 24% | 5% BELOW 1990 BY 2010 | ? |
| OR | 38% | 1990 BY 2010; 10% BELOW BY 2020; 75% BY 2100 | 85% |
| PS/WA | 37% | 1990 BY 2010; 10% BELOW BY 2020; 75% BY 2100 | 100% |
| RI | 35% | 1990 BY 2010; 10% BELOW BY 2020; 75% BY 2100 | 100% |

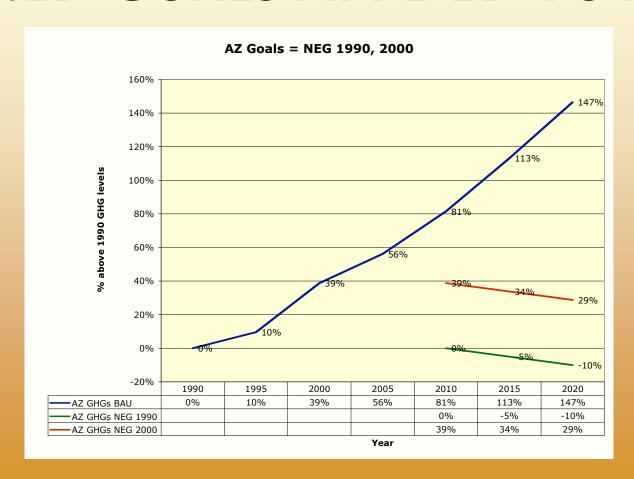
GLOBAL GHG TARGETS 2008-12



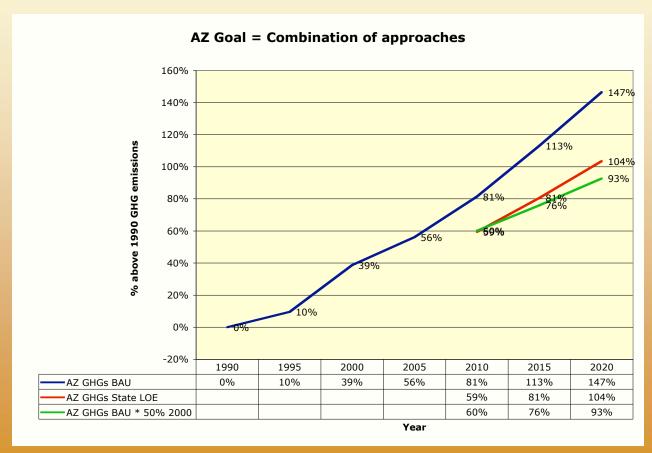
100% AVG TOTAL GHG GROWTH CUT 2005-2020



NEG/ECP AND OTHER STATES FIXED GOALS APPLIED TO AZ



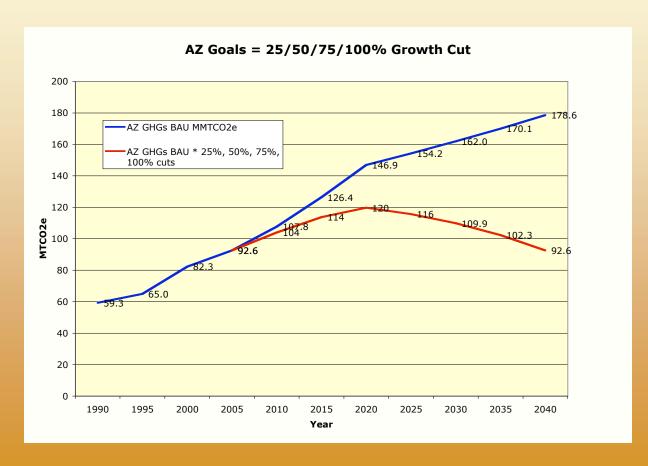
OTHER STATES RELATIVE GHG CUT & 50% TOTAL GHG CUT



50% CUT IN TOTAL GHG GROWTH & GRADUATED 25%-50% CUT



25/50/75/100% TOTAL GROWTH LEVEL CUTS 2005-2040



ANALYSIS

Data Sources

- AZ AND OTHER STATE GHG INVENTORIES AND FORECASTS (CONSUMPTION BASED)
- STATE PLANNING ESTIMATES OF POTENTIAL GHG REDUCTIONS FOR NORTHEAST AND WEST COAST
- Some State Planning Data is not readily available (Due to closed processes)

METHODS

- SCENARIOS APPLIED TO ACTUAL AZ INVENTORY AND FORECAST ESTIMATES APPROVED BY CCAG

ANALYSIS...

- KEY ASSUMPTIONS
 - AVERAGE ANNUAL GHG REDUCTION ESTIMATES IN 2010 AND 2020
 FOR NORTHEAST AND WEST COAST STATES
 - OTHER ASSUMPTIONS NOTED IN SCENARIOS
- Key Uncertainties
 - RESULTS OF CCAG PLANNING NOT YET AVAILABLE
 - REGIONAL DIFFERENCES BETWEEN SW, WC AND NE MAY AFFECT SUCCESS RATES OF MITIGATION PLANNING
 - RELIABILITY OF LONG TERM FORECASTING
 - Results of actual implementation
 - MARGIN OF SAFETY AND OR ERROR NOT INCLUDED

NEXT STEPS

• IDENTIFY PREFERRED SCENARIOS AND SUGGESTED NEW MODIFICATIONS

PART 2

- REPORTING, REGISTRIES, EDUCATION
 - REPORTING AND REGISTRIES ARE LINKED
 - EMISSIONS V. EMISSIONS REDUCTIONS
 - INCENTIVE SYSTEMS
 - EDUCATION SUPPORTS INDIVIDUAL AND COLLECTIVE POLICY EFFORTS

REPORTING & REGISTRIES

- MULTIPLE APPROACHES HAVE EMERGED
 - Many purposes and goals
 - Many quantification protocols
 - MANY REGISTRY APPROACHES
 - MANY MARKET ENTRANTS
- Some Clarity & STANDARDS EVOLVING
 - World Resources Institute/World Business Council for Sustainable Development GHG Protocols
 - International Standards Organization 14064 GHG Quantification Standards
 - REGIONAL REGISTRY EFFORTS
 - BROADER REGISTRY DISCUSSIONS

GHG REPORTING

- Purpose and goals
 - MEASURE GHG EMISSIONS
 - BUILD AWARENESS AND CAPACITY
 - DIAGNOSE AND TRACK GHG EMISSIONS
 - CONSIDER AND PLAN FOR SOLUTIONS
 - BETTER MANAGE EMISSIONS
 - IDENTIFY WAYS TO INCREASE RELATED BENEFITS
 OF EMISSIONS REDUCTIONS
 - ENABLES OTHER GOALS

GHG REPORTING

- KEY TECHNICAL AND POLICY ISSUES
 - POLICY ENDPOINTS
 - VOLUNTARY OR MANDATORY
 - WHICH GASES
 - APPLICABILITY (SECTORS, SOURCES, LEVELS)
 - BOUNDARY ISSUES
 - QUANTIFICATION, MEASUREMENT, & VERIFICATION
 - OPERATIONAL ISSUES (LEAD AGENCY, START DATE, REPORTING PERIOD, TRANSPARENCY, COST, ETC.)

GHG REGISTRY

- Purpose and goals
 - RECORDING OF GHG REDUCTION ACTIVITIES
 - Provide Management Information system
 - DATA MANAGEMENT & ACCOUNTING
 - CENTRAL, INDEPENDENT REPOSITORY
 - SUPPORT POLICY IMPLEMENTATION
 - INCENTIVE TO TRACK & MANAGE EMISSIONS
 - Public and/or legal recognition
 - CREDIT AND/OR BASELINE PROTECTION
 - Possible regional & cross-border cooperation

GHG REGISTRY

- KEY TECHNICAL AND POLICY ISSUES
 - POLICY OBJECTIVES
 - BASELINE/BASE YEAR
 - INCREMENTAL REDUCTIONS
 - REDUCTIONS FROM OTHER SECTORS
 - BOUNDARY ISSUES
 - OWNERSHIP & DOUBLE-COUNTING
 - MONITORING & DATA QUALITY
 - VERIFICATION/CERTIFICATION
 - PROJECTS VS. PROGRAMS
 - STATE-TO-STATE CONSISTENCY
 - OPERATIONAL & ADMINISTRATIVE ISSUES

PUBLIC EDUCATION

Purpose and goals

- Public awareness of need for action
- AWARENESS OF SPECIFIC PROGRAMS & EFFORTS
- AWARENESS THAT INDIVIDUAL ACTIONS COUNT;
 (AND MAY BE REWARDED, E.G., REBATES)

KEY TECHNICAL AND POLICY ISSUES

- AUDIENCE(S), MESSAGES, PROGRAM LINKAGE
- APPROACHES, RESPONSIBILITY
- SCOPE AND BREADTH
- Costs and results

NEXT STEPS

- IDENTIFY EXISTING AZ ACTIONS
- IDENTIFY POTENTIAL APPROACHES
- DEVELOP STRAW PROPOSALS
- COORDINATE WITH SECTOR-BASED TWGs
- REFLECT CCAG PRIORITIES

CLOSING REMARKS

- PUBLIC INPUT?
- ANNOUNCEMENTS?